INFORMATION REPOR

CENTRAL INTELLIGENCE AGENCY

This material contains information affecting the National Defense of the United States within the meaning of the Espionage Laws, Title 18, U.S.C. Becs. 793 and 794, the transmission or revelation of which in any manner to an unauthorised person is prohibited by law 25X1

S-E-C-B-E-T NOFORM

COUNTRY	Hungary	REPORT					
SUBJECT	Industrial Production	DATE DISTR. 24 June 1955					
		NO. OF PAGES	25 X 1				
DATE OF INFO.		REQUIRÉMENT NO. RD	237				
PLACE ACQUIRED		REFERENCES					
DATE ACQUIRED		This is UNEVALUATED Information					
	SOURCE EVALUATIONIC ARE DEPINITED		_				

1. Coal

- 25X1
- a. Coal production has increased considerably since February 1955, and the quality of the coal mined has also improved. This is thought to be the result of sending "bourgeois" labor into the mines, i.e. kulaks, ex-Army officers, priests, etc., together with some troops.
- b. At the end of April 1955, the Hungarian State Railroads had increased their coal reserves to 23 days, and thereis now less pressure on Pakura-peat production at Zalaegersseg and at Kapornák.

2. Iron and Steel

a. The following are some details of production in April 1955:

Sstalinvaros: two blast furnaces with 700 cu.m. volume production: 600 tons per 24 hours.

Diosgyör: one blast furnaces of 700 cu.m. volume, and two smaller ones.

Ozd: four old blast furnaces.

The production of these eleven furnaces provides for a total of 800,000 tons of crude steel per year, from which 600,000 tons of religious attained.

b. The "Trioreihe" (sic) at Diosgyer Iron and Steelworks has ceased operation owing to lack of material.

3. Oil Dumps

The following oil dumps have been located:

Ligettanya, on the Nyirendam-Vasarosmaneny railroad line; with a narrow-gauge railroad.

S-E-C-R-E-T NOFORM

STATE	x	ARMY	x	NAVY	X	AIR	x	FBI		AEC		<u> </u>	ГТ		
L							(Note	: Washi	ngton	distribution	indicate	d by "X";	Field di	stribution b	y "#".)

S-E-C-R-E-T NOFORN - 2 - 25X1

25X1

- b. Between Napkor and Apagy on the same line, work was begun on the installation of a gasoline dump in late 1953, but it has still not been completed.
- c. Near Mad there is a large Soviet oil dump.

4. Vehicles

- a. The production of Ikarusz motor buses has been stopped.
- b. Production of Pannonia motor bicycles (a later model of the Csepel type) has been stopped, as some parts have developed buckling owing to faulty material. As a result, the police have been instructed to withdraw all motorcycles of this type which are on the road.

S-E-C-R-E-T

NOFORM